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FOR IMMEDIATE RELEASE

(CNQ - CSNO)

MAY 29, 2006

Settlement in Lithuania

Further to the news release dated May 1, 2006, Creation Casinos Inc. (the "Company") is pleased to announce that the outstanding arbitration proceedings with its Lithuanian business partner have been settled.

On May 23, 2006, the Company and its wholly owned subsidiary Creation Gaming Inc. ("CGI"), the subsidiary of CGI, UAB Grand Casinos Europa ("GCE"), and their Lithuanian business partner UAB Grand Casino International ("GCI") entered into a settlement agreement with respect to the arbitration proceedings in the Vilnius Court of Commercial Arbitration (the "Settlement Agreement"). Pursuant to the Settlement Agreement, the parties agreed to withdraw all claims against each other. On May 24, 2006, during the preliminary hearing, the arbitral tribunal approved the Settlement Agreement.

On May 23, 2006, GCE, GCI and UAB Grand Casino World ("GCW") signed an asset sale-purchase agreement whereby GCE agreed to sell the gaming equipment and other assets to GCW for 0.78 million litas (approximately \$0.3 million CAD) and GCI agreed to repay to the Company the promissory note due to CGI in the amount of 1.22 million litas (approximately \$0.5 million CAD). In addition, the Company, CGI, GCE, and GCI also entered into termination agreements cancelling all contractual obligations between the parties.

"We are very pleased to have reached an amicable resolution to the arbitration proceedings. We will be discontinuing operations and returning the gaming license in Lithuania," stated President Daniel Sutherland. "With the legal issues behind us, we are now in a position to pursue and focus on gaming opportunities and or acquisitions in North America".

ON BEHALF OF THE BOARD

Original signed by Daniel Sutherland

Daniel Sutherland
President and CEO

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The CNQ does not accept responsibility for the adequacy or accuracy of this release.